Form MR-SMO (Revised April 21, 2005)

APPROVED

FEB 2 1 2007

DIV. OIL GAS & MINING

1.

This Section for DOGM Use:
Assigned DOGM File No.: S 103910 /8
DOGM Lead: LWK

Permit Fee \$ 500 Ck # 1341

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

1594 West North Temple Suite 1210 Box 145801

Salt Lake City, Utah 84114-5801 Telephone: (801) 538-5291 Fax: (801) 359-3940 RECEIVED
AUG 0 8 2005

DIV. OF OIL, GAS & MINING

NOTICE OF INTENTION TO COMMENCE SMALL MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1987, and the General Rules as promulgated under the Utah Minerals Regulatory Program.

"Small Mining Operations" means mining operations which disturb five or less surface acres at any given time.

GENERAL INFORMATION (Rule R647-3-104)

-	Charles to the contract of the
1.	Name of Mine: Antelope Quarry
2.	Name of Person or Entity Applying for Permit: Bown Stone Products, Inc
2.	Name of Person of Entity Applying for Perinit. Soloy 5704 P. Production of Career Court of Car
	Contact (Authorized Officer): Jerome L. Bown
	Address: 93 West 300 South
	City, State, Zip: Manti, Utah 84643
	Phone: 435-935-1797 Fax: 435-835-1797
	E-mail Address: ibown a mail manti. com
	Company() Corporation 📢 Partnership() Individual()
	Other () – specify type)
	A corporation must be registered with the State of Utah, Division of Corporations. Are you
	currently registered to do business in the State of Utah? ▼ Yes □ No
	Business License # _5835683-0143
	Registered Agent (as identified on business license):
	Address: 93 West 300 South
	City, State, Zip: Wanty, Wah 84642
	Phone: 435-835-197 Fax: 435-875-1797
	Fibril Address
	E-mail Address: hown and manth-com
3.	Name of Operator (if different from #2)
J.	A data and
	City, State, Zip:
	Phone: Fax:
	E-mail Address:

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DIV. OIL GAS & MINING

ED	If Partnership or Individual	:				
EU	Name of 1 st owner / partner	r:	4	_		
07	Address:			-		
U/	Phone:	Fax.				
AINING	E-mail Address:	/ GX				
MINIAC						
	Name of 2 nd owner / Partne	r:		_		
	Address:			_		
	City, State, Zip:					
	Phone:	Fax:_				
	E-mail Address:					
	If Corporation or Limited Li	iability Entity:				
	Name of Officers: Vacano	1 1801-10	Title: President			
	Danni	1 h. BOWN	Title: Vice President			
	Matth	ew C. Bown	Title: Secretary			
			Title: Vice President Title: Secretary Title:	_		
100						
4.	Permittee / Operator Repres	,				
	Name:			_		
	Address:			_		
	Phone:	Fax	«:	_		
	F-mail Address	1 87	\ <u></u>			
	E man / taarooo.					
5.	Ownership of Land Surface	:				
	•					
	Private (Fee) \square Public Domain (BLM) \square National Forest (USFS) \square					
	State Trust Land/School Sections ☑ State Sovereign Lands □					
	Other (please describe):			_		
	Name	Address	* , *			
			-			
				-		
	Name	Address		-		
	0					
6.	Ownership of Minerals:					
	Private (Fee) □ Public Domain (BLM) □ National Forest (USFS) □					
	State Trust Land/School Sections 🗹 State Sovereign Lands 🗆					
	Other (please describe):					
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	Name	Address		_		
	Name		4			
	N. I. Sandara	A -l -l				

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IV. OIL GAS & MINING

BLM Lease or Project File	Number(s) and/or USFS assigned Project Number(s):
BLM Claim Numbers	
Utah State Lease Number(s): ML 49719-MP
Name of Lessee(s) Box	un Stone Products, Inc.
Have the above surface a	nd mineral owners been notified in writing?
If no, why not?	

Please be advised that if State Trust Lands are involved, notification to the Division of Oil, Gas and Mining alone does not satisfy the notification requirements of Mineral Leases upon State Trust Lands. Exploration or mining activity on State Trust Lands requires a minimum of 60 days notice to the Trust Lands Administration **prior** to commencing any activities. Please contact the School Institutional Trust Lands Administration (SITLA) at (801) 538-5508 for notification requirements.

- 8. Does the Permittee / Operator have legal right to enter and conduct mining operations on the land covered by this notice? Yes No
- II. PROJECT LOCATION & MAP (Rule R647-3-105)
 - 1. **Project Location** (legal description):

	County(ies):	
	1/4, of SE 1/4, of SW 1/4: Section: 2 Township: 195	Range: 1 E Range: 1 E Range: 1 E
known)	UTM East (if known) UTM North	(If
	Name of Quad Map for Location: Gunnison, Utah	

- 2. An accurate topographic base map showing the location of the proposed small mining operation must be submitted with this notice. A USGS 7.5 minute series map is preferred. The areas to be disturbed should be plotted in sufficient detail so that they can be located on the ground. It is recommended that the Permittee / Operator also photo document, plot and label any pre-existing disturbances in the immediate vicinity that he is not responsible for.
- 3. The proposed (5 acre or less) disturbed area boundary (including access/haul roads) should be marked in the field ON THE GROUND with metal T-Posts (or with some other marker of equal effectiveness). Markers should be appropriately spaced so that the next marker in either direction is clearly visible with the naked eye.

III.	OPERATION	PLAN (RI	ule R647-3-106)

APPROVED	1.	Type of mining: Surface
FEB 2 1 2007	2.	Mineral(s) to be mined: Limestone
	3.	Amount of material to be extracted, moved or proposed to be moved:
IV. OIL GAS & MINIT	VG.	excess of 2,500 tons per year.
	4.	Will any water, liquid chemicals, reagents, or other solutions be used, produced or discharged as part of the mining or milling process? Yes No No place describe (add extra pages if needed)
	5.	Provide a brief description of the proposed mining operation and onsite processing facilities (add extra pages if necessary).
		be pulled from its natural beds working horizontally. The stone will then he sized and shaped using preumptic
		shipped. Stocked &
	6.	□ New Road(s): Length Approx. 600 (ft) Width approx. 13 (ft)
	7.	☐ Improved Road(s): Length(ft) Width(ft)
	8.	Total project surface acreage to be disturbed: 15 (acres) PLEASE SPECIFY EXACT ACREAGE - (this will be used to determine surety bond amount - see #VI). No more than 6 acres at any time.
	9.	Proposed startup date of project (month, year) Aug. 05
	10.	Proposed completion date of project, if known (month, year)

IV. OPERATION AND RECLAMATION PRACTICES (Rule R647-3-107, 108 & 109)

The reclamation and operation obligation is to keep the area clean and safe, minimize hazards to public safety, return the land to a useful condition, and reestablish at least 70 percent of the premining vegetative ground cover. To accomplish this, the Permittee / Operator will need to perform reclamation concurrently, or at the completion (within one (1) year) of mining:

- 1. Keep the mining operation in a safe, clean, and environmentally stable condition.
- 2. Permanently seal all shafts and tunnels to prevent unauthorized or accidental entry.
- 3. Plug drill holes with a five foot cement surface plug. Holes that encounter fluids are to be plugged in the subsurface to prevent aquifer contamination.
- 4. Construct berms, fences, or barriers, when needed, above highwalls and excavations.
- Remove, isolate, or neutralize all toxic materials in a manner compatible with federal and state regulations.

	6.	Remove all waste or debris from stream channels.			
PPROVED	7.	Dispose of any trash, scrap metal, wood, machinery, and buildings.			
	8.	Conduct mining activities so as to minimize erosion and control sediment.			
FEB 2 1 2007	9.	Reclaim all roads that are not part of a permanent transportation system.			
OIL GAS & MININ	G _{10.}	Stockpile topsoil and suitable overburden prior to mining.			
	11.	Stabilize highwalls by backfilling or rounding to 45 degrees or less, where feasible; reshape the land to near its original contour, and redistribute the topsoil and suitable overburden.			
	12.	Properly prepare seedbed to a depth of six inches by pocking, ripping, discing, or harrowing. Leave the surface rough.			
	13.	Reseed disturbed areas with adaptable species. (The Division recommends a mixture of species of grass, forb, and browse seed, and will provide a specific species list if requested.)			
	14.	Plant the seed with a rangeland or farm drill, or broadcast the seed. Fall is the preferred time to seed.			
	Req	Yes No planned deviations from Rules R647-3-107, Operation Practices, R647-3-108, Hole Plugging uirements, or R647-3-109, Reclamation Practices, as summarized above, should be identified w and justification given for the variance request(s). Number Variance Request Justification			

	ne su	SURETY (Act 40-8-7(1)[c]) rety must be provided to and approved by the Division prior to commencement of operations. The Utah Mined Land Reclamation Act (40-8-7 (1)[c] and 40-8-14 provides the authority that all mining operations furnish and maintain reasonable surety to guarantee that the land affected is reclaimed according to approved notices consistent with on-site conditions. The surety amount is based on the nature, extent and duration of operations. These amounts are based on data from current large mine surety and are used as a general guide, along with actual site conditions. \$5,000 for the 1 st acre; and \$3,000 for each additional acre.			
Ac	cepta	ble forms of surety may include: certificates of deposit, letters of credit, surety bonds & cash. Please			

identify which type of surety you will post so we can provide you with the appropriate forms.

(please be advised that the State Treasurer's office may require additional monies to administer cash sureties).

☐ Reclamation surety is already posted with another regulatory agency (copy must be included as proof):

☐ Surety Bond

(Agency name)

(please identify)

□ Cash

□ Letter of Credit

☑ Certificate of Deposit

_____ (amount)

Check if applicable:

Form MR-SMO APPROVED

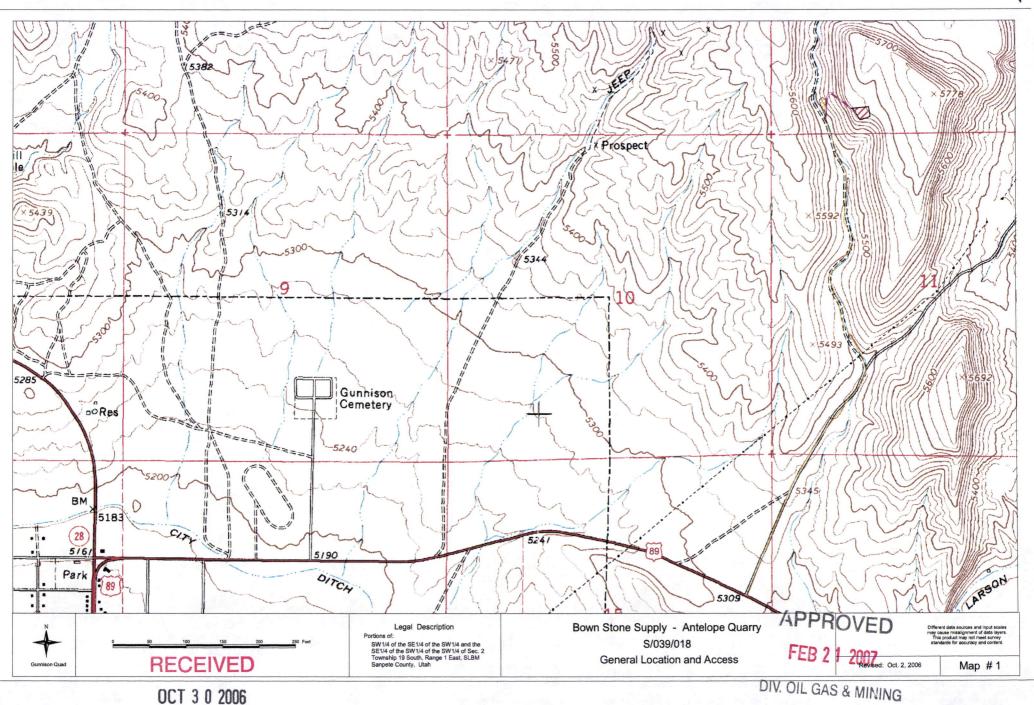
VII. PERMIT FEE [Mined Land Reclamation Act 40-8-7(1)(i)]

FEB 2 1 2007 The Utah Mined Land Reclamation Act of 1975 [40-8-7(1)(i)] provides the authority for the DIV. OIL GAS & MINING ssessment of permitting fees. Commencing with the 1998 fiscal year (July 1 - June 30), permit fees are assessed to new and existing notices of intention, and annually thereafter, until the project disturbances are successfully reclaimed by the Permittee / Operator and released by the Division.

> Small Mine Notices require a \$150.00 fee which must accompany this application or it cannot be processed by the Division.

NOTICE: The following person(s) are authorized and designated to receive Notices of Violations, Cessation Orders and all other Notices required by the Division to be given to the permittee or operator:

Name: Jeromo L. Bono Address: 97 west 300 south City, State, Zip: Manti, Utah & WIGH Phone: 425-825-1207 Fax: 435-825-1797 E-mail Address: Joung Mail, manti, com
Name: Danny L. Bown Address: 595 East 600 South PO Tox 37 City, State, Zip: Manh, Utah 84643 Phone: 435-835-7543 Fax: E-mail Address:
VIII. SIGNATURE REQUIREMENT
I hereby verify that the foregoing information is true and accurate and commit to the reclamation of the aforementioned small mining project as required by the Utah Mined Land Reclamation Act (40-8) and the rules as specified by the Board of Oil, Gas and Mining.
(Please check the box and place your initials on the line provided)
I have enclosed the required permit fee.
I have also enclosed the appropriate reclamation surety amount or have made arrangements as to when the surety will be furnished.
I understand that I am not authorized to create any surface disturbance until the surety
amount is posted and approved in writing from the Division of Oil, Gas and Mining and
any other authorized regulatory agency.
(Note: If a company or corporation, this form <u>must</u> be signed by the owner or officer who is authorized to bind the company/corporation to this Notice.)
Signature of Permittee/ Operator/ Applicant: () Ly James
Name (typed or printed):
Title/Position (if applicable): President
Date: 7-21-05
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